STATE OF ILLINOIS HEALTH FACILITIES AND SERVICES REVIEW BOARD



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DOCKET ITEM: C-10

BOARD MEETING: January 15, 2019 EXEMPTION NUMBER: E-070-18

EXEMPTION APPLICANT(S): Presence Chicago Hospitals Network d/b/a Presence Saint Joseph Hospital – Chicago, Alexian Brothers – AHS Midwest Region Health Co. d/b/a AMITA Health and Ascension Health

FACILITY NAME and LOCATION: Presence Saint Joseph Hospital – Chicago, Chicago

STATE BOARD STAFF REPORT DISCONTINUATION OF A CATEGORY OF SERVICE

I. <u>The Exemption Application</u>

The Applicants (Presence Chicago Hospitals Network d/b/a Presence Saint Joseph Hospital – Chicago, Alexian Brothers – AHS Midwest Region Health Co. d/b/a AMITA Health and Ascension Health) propose the discontinuation of an open heart category of service at Presence Saint Joseph Hospital – Chicago, 2900 North Lake Drive, Chicago, Illinois (#E-070-18). The operating entity/licensee is Presence Chicago Hospitals Network d/b/a Presence Saint Joseph Hospital – Chicago and the owner of the site is Presence Chicago Hospitals Network. A Safety Net Impact Statement and Charity Care Information have been provided as required. Impact Letters were sent to hospitals within 10 miles of Presence Saint Joseph Hospital – Chicago that maintain open heart services. The expected completion date is February 14, 2019.

The <u>exemption</u> is before the State Board because the transaction is a discontinuation of a category of service.

II. <u>Background</u>

Presence Saint Joseph Hospital-Chicago is a 297 bed acute care hospital. The Applicants stated the reason for the discontinuation of the hospital's open heart surgery program is low utilization. During both 2016 and 2017, only 46 cases were performed each year. With the advent of less-invasive procedures, volumes are not anticipated to increase. There will be no impact on access as there are sixteen hospitals providing open heart surgery in Chicago. Impact letters were sent to the hospitals listed below.

Hospitals Providing Open Heart Surgery in Cincago					
Hospital	City	# of Surgeries (2017)	Miles		
Presence Saint Joseph Hospital - Chicago	Chicago	46	0		
Advocate Illinois Masonic Medical Center	Chicago	131	1		
Louis A. Weiss Memorial Hospital	Chicago	10	2.7		
Ann & Robert H Lurie Children's Hospital of Chicago	Chicago	266	3.1		
Northwestern Memorial Hospital	Chicago	782	3.5		
Swedish Covenant Hospital	Chicago	131	5.8		
Presence Saint Mary Of Nazareth Hospital	Chicago	43	6.5		
Rush University Medical Center	Chicago	455	7.5		
Mercy Hospital & Medical Center	Chicago	14	7.7		
John H. Stroger, Jr. Hospital of Cook County	Chicago	538	7.9		
University of Illinois Hospital at Chicago	Chicago	80	7.9		
Mount Sinai Hospital Medical Center	Chicago	39	9.2		
Presence Resurrection Medical Center	Chicago	219	11.7		
University Of Chicago Medical Center	Chicago	799	12.6		

 TABLE ONE

 Hospitals Providing Open Heart Surgery in Chicago

II. <u>Applicable Rules</u>

The Illinois Health Facilities Planning Act (20 ILCS 3960/6) states the State Board shall establish by regulation the procedures and requirements regarding issuance of exemptions. An exemption shall be approved when information required by the Board by rule is submitted. Projects eligible for an exemption, rather than a permit, include, but are not limited to, change of ownership of a health care facility, <u>discontinuation of a category of service</u>, and discontinuation of a health care facility, other than a health care facility maintained by the State or any agency or department thereof or a nursing home maintained by a county.

The State Board's rule (77 IAC 1130.500 & 77 ILAC 1130.525) specifies the requirements necessary for a discontinuation of a category of service exemption application to be filed with the State Board. The State Board may, by rule, delegate authority to the Chairman to grant permits or exemptions when applications meet all of the State Board's review criteria and are unopposed [20 ILCS 3960/5].

<u>The State Board Staff Notes:</u> No support or opposition letters were submitted and there was no request for a public hearing. <u>All of the requirements</u> of the State Board have been met.

STATE BOARD STAFF FINDS THE EXEMPTION FOR DISCONTINUATION OF A CATEGORY OF SERVICE IN CONFORMANCE WITH CRITERIA 77 ILAC 1130.500 & 77 ILAC 1130.525

Charity Care					
Year	2015	2016	2017		
Net Patient Revenue	\$203,357,193	\$207,300,397	\$218,077,373		
Amount of Charity Care	\$10,750,603	\$9,569,562	\$4,321,924		
Cost of Charity Care	\$3,128,453	\$2,248,139	\$4,321,924		
Charity Care as % of Net Rev.	1.54%	1.08%	1.98%		

TABLE TWO Presence Saint Joseph Hospital Charity Care

53 Prospect Heights Willow Rd Winnetka 68 Barrington Palatine Hills Rolling 43 South Meadows, 14 12 Glenview 45 . Wilmette Barrington Arlington 62 Heights Evanston 21 Des Hoffman Morton Estates 58 72 Plaines Grove 0 0 K Skokie Schaumburg_ Niles Streamwood Elk Grove 294 Park Ridge Lincolnwood Village Bartlett 14 72 Harwood 190 Roselle Itasca Heights Bensenville 20 Wood Dale Norridge Bloomingdale Franklin Park 41 19 83 59 Addison _Elmwood Park Presence Saint Joseph Hospi.... M i c h i g a n Glendale Heights Carol Stream_ Northlake 64 64 Melrose Park Ch Chicago, IL 60616 West Elmhurst Chicago Oak Park Maywood illa Park Glen Ellyn_ 38 Lombard Hillside Westchester Winfield 43 DU P A G IL 0 S AVE 8 Cicero 23 Oak Brook Berwyn Warrenville La Grange 5 Lyons 34 Lisle **Clarendon Hills** Countryside W 55th St **Downers Grove** Westmont Summit Naperville Burr 171 53 9 Bridgeview Ridge 12 33 Woodridge Darien Justice Burbank Willowbrook Evergreen Park Hickory Hills Oak Lawn 12 59 Palos Hills Bolingbrook Chicago Ridge Saganashkee Slough Worth Calumet 83 Calumet Alsip Park 45 Lemont Palos Wolf Lake Tampier 7 Heights Blue Island 912 Romeoville Slough 171 Crestwood Dolton 41 LAKE Robbins W Midlothian **Orland Park** 126 Calumet City Oak Forest Harvey Gary Plainfield 20 Portage Hammond 12 South Markham 30 36 Tinley Orland N D Hazel Crest Holland PORTER Lockport Hills Park 55 Illinois Waterway Homewood Lansing MunsterHighland Lake Station Country Club Hills Crest Hill 0 mi 10 20 5 15

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